

**GOVERNMENT OF INDIA
FINANCE
LOK SABHA**

UNSTARRED QUESTION NO:2451
ANSWERED ON:08.12.2006
NORMS FOR IPO FUNDING
Singh Shri Sugrib

Will the Minister of FINANCE be pleased to state:

- (a) whether norms for Initial Public Offerings (IPOs) funding has become tougher;
- (b) if so, the details in this regard;
- (c) whether RBI has issued any order in this regard;
- (d) if so, the details thereof;
- (e) whether any restriction has been made for single investor; and
- (f) if so, the details thereof?

Answer

MINISTER OF THE STATE IN THE MINISTRY OF FINANCE (SHRI PAWAN KUMAR BANSAL)

(a) to (f): The Reserve Bank of India has sent a draft circular on 17th November, 2006 to Banks proposing certain modifications in the existing guidelines on bank's exposure to capital markets, including norms for IPO funding, and seeking their comments on the same. The draft circular is available on its website (www.rbi.org.in).